

REFERENCE TITLE: insurance premium transmitters; technical correction

State of Arizona
House of Representatives
Forty-seventh Legislature
Second Regular Session
2006

HB 2168

Introduced by
Representative Carpenter

AN ACT

AMENDING SECTION 6-115, ARIZONA REVISED STATUTES; RELATING TO THE DEPARTMENT OF FINANCIAL INSTITUTIONS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:
2 Section 1. Section 6-115, Arizona Revised Statutes, is amended to
3 read:

4 6-115. Insurance premium transmitters; timely payment required;
5 civil penalty

6 A. A person who contracts to receive a payment that includes an amount
7 for payment of a mortgage, A deed of trust or any other obligation secured by
8 real estate and any amounts to be tendered for payment of an insurance policy
9 premium, a property tax assessment or any other collateral obligation shall
10 make timely payment of those amounts, except as provided in subsection C of
11 this section.

12 B. Monies collected for payment of an insurance policy premium, a
13 property tax assessment or any other collateral obligation shall be such that
14 the total of the payments collected for each category during the insurance,
15 tax or other period will approximate the actual insurance premium, tax or
16 other payment when due.

17 C. A person who contracts to receive and tender monies as described in
18 subsection A of this section and who receives a delinquent payment from the
19 payor shall exercise reasonable diligence in tendering those payments and is
20 not subject to a penalty for failure to make a timely payment of those monies
21 when first due.

22 D. A person who violates this section is subject to a civil penalty
23 under section 6-132.